ELLOFAX 5 rument contains information affecting 199/09/08: CIA-RDP82-00457R000400100002-5 ates within the meaning of the Espion-2. Act, 50 U.S. 21 and 22, as anded. Its transmission or the 20434 CONTROL 25X1A2g U.S. OFFICIAIS ONLY velation of its contents any manner o an unauthorisad paregn is prohibited by law. INTELLIGENCE REPORT COUNTRY French Indo China - France - Siam DATE: 25X1A6a INFO. SUBJECT The Indo Chinese Situation DIST. 0 March 1947 25X1A6a 25X1A9a 1 **PAGES** SUPPLEMENT ORIGIN/ 25X1X6 Prince Petsareth, Prince Souvana Phouse and H. Daridan (French Charge d'Affaires in Bangkok) met for over an hour on 10 February. Petsarath was very firm and there was no doubt of his intentions - which are completely nationalistic. He cannot be bought; he wants the complete independence of Laos which he is completely capable of governing. It was the first time that a French official met with and accepted people with whom he can deal and who are well fitted to manage the affairs of their country. 25X1A6a The Princes were a little disappointed because although Daridan was personally sympathetic, he was unable to negotiate immediately and had to send word to Saigon. The meeting was definitely constructive, but the Princes are impatient. It is important for Tao Con (leader of the Peoples' Party of Laos) and the Princes to get along and work together. 25X1A6a

- 4. As far as the Vietnes situation is oncomed, it is possible that the French want to restore the former Emperor of Annam, Eac Dai, and unify Annem under his rule, leaving the rest of the north to the "Communist-Viets". The French will concentrate their efforts on Cochin China and Cambodia with a Cochin Chinese "Republic" and an "Independent" Cambodia in the present sense, with some possible modifications. They will probably grant independence to Lacs which has no economic, strategic or even cultural value to them.
- 5. The French need a good weighbor for their Cochin Chinese and Cambodian interests. They have to give back part of the provinces to Siam, but they want to keep Rattambeng because it is the "rice granary" of Cambodia. Since they have no interest in Laos, they will say to Siam: "We want to keep the Cambodian part, but we'll let you have a free hand with Laos." The French know that Siam's interests are tied up with those of Laos.

Date: 1 0 APR 1978 By: Ux

